Message Text

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ORIGIN XMB-07

INFO OCT-01 EUR-25 ISO-00 AID-20 CIAE-00 COME-00 EB-11

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 PA-04 PRS-01 USIA-15

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DRAFTED BY: XMB:CKUGE

APPROVED BY: EB/OCA/REP:LHPOMEROY

XMB:EBYOUNG

EB/IFD/ODF:EMLINTON

EUR/EE:EESEGALL

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FM SECSTATE WASHDC

TO AMEMBASSY BELGRADE

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E.O. 11652: N/A TAGS: EGEN

- 1. THE BOARD OF DIRECTORS OF EXIMBANK ON FEBRUARY 11, 1974 AUTHOR-IZED A DOLS 6,750,000 CREDIT TO JUGOSLOVENSKI AEROTRANSPORT TO FINANCE 45 PERCENT OF THE DOLS 15,000,000 COST OF TWO USED BOEING 707 JET AIRCRAFT TO BE PURCHASED FROM NORTHWEST AIRLINES FOR APRIL 1974 DELIVERY.
- 2. TERMS CALL FOR THE BORROWER TO MAKE A CASH PAYMENT OF 10 PERCENT OF THE COST OR DOLS 1,500,000. THE BALANCE OF 45 PERCENT OR DOLS 6,750,000 WILL BE EXTENDED BY U.S. COMMERCIAL BANKS AND WILL BE GUARANTEED BY EXIMBANK. RAPAYMENT OF FINANCED PORTION TO BE MADE SEMIANNUALLY OVER A PERIOD OF SEVEN YEARS, BEGINNING OCTOBER 10, 1974. INTEREST RATE ON EXIMBANK LOAN IS 7 PERCENT PER ANNUM. NATIONAL BANK OF YUGO-SLAVIA TO FURNISH UNDERTAKING IN EVENT OF DEFAULT BY JAT AND UNCLASSIFIED

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UNCONDITIONAL GUARANTOR, YUGOSLAV INVESTMENT BANK.

3. REQUEST EMBASSY ADVISE JAT OF THIS ACTION, WHICH WILL BE DETAILED IN LETTER TO JAT WITH COPY TO EMBASSY. FURTHER ADVISE BORROWER NEWS RELEASE INCLUDING ABOVE DETAILS SCHEDULED FOR ANNOUNCEMENT HERE NEXT FEW DAYS. EMBASSY WILL BE PROVIDED ADVANCE TEXT FOR THEIR INFORMATION PRIOR TO WASHINGTON RELEASE.

4. OTHER THAN DISCUSSION WITH BORROWER, IT IS IMPERATIVE ABOVE INFORMATION BE WITHHELD PRIOR TO SUBJECT PRESS RELEASE. KISSINGER

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NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED Concepts: SALES, DOLLAR, JET AIRCRAFT

Control Number: n/a Copy: SINGLE Draft Date: 15 FEB 1974 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: n/a Disposition Approved on Date: Disposition Authority: n/a Disposition Case Number: n/a

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Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:

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Review Event:

Review Exemptions: n/a
Review History: RELEASED <04 MAR 2002 by elbezefj>; APPROVED <02 DEC 2002 by shawdg>

Review Markings:

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TAGS: EGEN, BOEING, XMB

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